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World Production and Trade

United States
Department of Agriculture

Foreign Agricultural
Service

Washington, D.C. 20250-1000

Weekly
Roundup

WR 1-89

Jan. 5, 1989

The Foreign Agricultural Service of the U.S. Department of Agriculture today reported the following developments in world agriculture and trade.

OILSEEDS AND PRODUCTS

INDIA'S New Vanaspati Policy May Reduce Vegetable Oil Imports. India is reducing the availability of imported vegetable oil for the vanaspati industry to improve producer prices for oilseeds and encourage the vanaspati industry to use domestic oil in its manufacture, thereby saving foreign exchange. As of Dec. 1, 1988, the government began charging the vanaspati industry the domestic market price for imported vegetable oil. The current price for imported vegetable oil is about \$1,300 per ton, compared to the previous price of about \$1,000 per ton. The world price for vegetable oil is approximately \$600 per ton. This change in policy will affect India's soybean oil imports the vanaspati industry is a major user of imported soybean oil. India is the world's leading vegetable oil importer.

INDONESIA Replaces Import Licenses With Tariffs, Encouraging Freer Trade. Indonesia has "deregulated" trade by replacing licensing for imports of tropical oils with tariffs on Jan. 1, 1989. Tariffs for copra, crude, and refined coconut oil, crude palm oil and palm kernel oil will be 30 percent, and the tariff for copra will be 25 percent. In addition, a 10-percent value-added tax will be applied. Indonesia doubled its coconut oil exports in 1988 to 200,000 tons, because the world price for crude palm oil was well below the price for coconut oil in 1988, prompting Indonesia's traders to import palm oil for domestic consumption and to export coconut oil.

COTTON

U.S. Cotton Exports Declining. First quarter 1988/89 marketing year (August-October) U.S. cotton exports declined to 764,474 bales, 31 percent below a year ago and 21 percent below the 1983-88 5-year average. Leading destinations for U.S. cotton exports were South Korea, Japan, the European Community, Indonesia, and Canada. Total 1988/89 U.S. marketing year exports are forecast at 4.7 million bales.

JENNIFER SMITH, Editor. Tel. (202) 382-0041. Additional copies are available from the FAS Media and Public Affairs Branch, 5920-South, USDA, Washington, D.C. 20250-1000. Tel. (202) 447-7937.

COFFEE

Drought Dampens 1989/90 BRAZILIAN Coffee Crop Potential. The first forecast of 1989/90 Brazilian coffee production is 28 million bags (60-kilogram bags). This would be 12 percent (3 million bags) above the 1988/89 crop, but 26 percent below the 1987/88 harvest of 38 million. In the off/on biennial yield cycle, common for coffee production, the 1989/90 year was considered an on year, with a tree population capable of producing a crop in excess of 40 million bags. Extremely dry weather in the important coffee-producing states of Parana and Sao Paulo since July has left many trees in poor condition with less than 60 percent of normal leaf coverage. Further, the drought has reduced coffee tree blooming potential from a normal two or three flowerings to only one weak late flowering in mid-November. Soil moisture has been below adequate levels in both states with the exception of eastern and northern Sao Paulo. In Minas Gerais, the largest producing state, most coffee trees had a good first and second flowering with a minor third flowering expected to occur during December.

NOVEMBER 1988 WORLD PRICE SURVEY

The total food basket price for the surveyed products varied widely between the 16 reporting capitals in FAS' November 1988 food price survey. Tokyo continued to be the the capital city with the most expensive food basket at \$144, while the least expensive food basket was found in Brasilia at \$27. By comparison, the cost for the same food basket purchased in the Washington, D.C., metropolitan area was \$53.

Nine capital cities reported price increases from 2 to 43 percent over May 1988 survey prices. Four capital cities reported declines of between 3 to 11 percent, while prices in the remaining three capital cities remained essentially unchanged.

Even though Brasilia's food basket is the least expensive, Brasilia experienced the most significant price increase (43 percent in U.S. dollars) since May's survey. The price of the food basket, when measured in Brazilian cruzados, increased 366 percent, mostly due to a high inflation rate. The largest price increases in Brasilia's food basket occurred in dairy and livestock products.

The most significant decrease occurred in Bern where prices declined by 11 percent in U.S. dollars. The decrease can be attributed in part to the appreciation of the Swiss franc by 14 percent against the dollar, since prices measured in francs actually rose by 2 percent.

While Washington, D.C., area prices rose by approximately 7 percent since last May, the food basket in Tokyo still costs nearly three times that of Washington's. For the five European Community cities surveyed, food prices averaged 6 percent above Washington's, whereas prices in the three South American cities surveyed averaged nearly 30 percent less.

NOTE: The items contained in this basket of goods reflect purchases more typical of U.S. consumers rather than those of other nations. Caution should be exercised in making a strict comparison of these food prices between the various capital cities because of differences in quality, packaging and seasonal variations in supply. It also should be noted that prices are current and that major price movements between surveys for any given capital city may be closely linked to fluctuations in the local currency/U.S. dollar exchange rate for that country.

PUBLICATIONS

Three Special World Grain Situation and Outlook Circulars Are Now Available. U.S. Pulse Reference Tables and Graphs (Supplement 13-88) contains U.S. pulse export data by destination and U.S. import data by origin. Coarse Grain Exports By Selected Exporters (Supplement 14-88) contains data on coarse grain exports by country of destination for almost all exporting countries in the world. U.S. Rice Exports 1978-1987 (Supplement 15-88) contains U.S. rice exports by destination for the past ten years. To obtain single copies of these circulars free of charge, contact the Foreign Agricultural Service, Information Division, U.S. Department of Agriculture, Room 5920-South Building, Washington, D.C. 20250-1000, Tel. (202) 447-7937.

WEEKLY EXCHANGE RATE DEVELOPMENTS

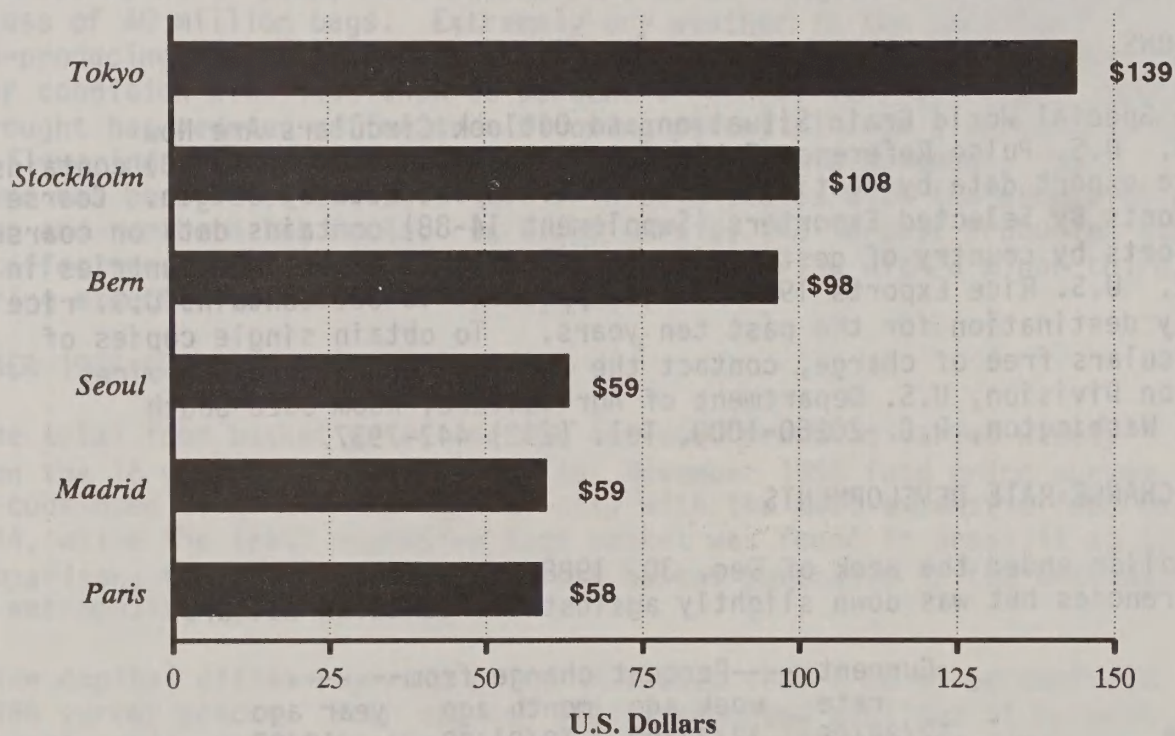
The dollar ended the week of Dec. 30, 1988, up against most major currencies but was down slightly against the Canadian dollar.

Currencies	Current	----Percent change from-----			
	rate 12/29/88	week ago 12/22/88	month ago 12/01/88	year ago 12/87	
Argentine austral	16.3000	3.10	5.43	365.71	
Australian dollar	1.1700	-0.05	2.50	-16.79	
Brazilian cruzado	731.0700	8.63	28.12	983.31	
Canadian dollar	1.1922	-0.33	0.40	-8.78	
South African rand	2.3663	-0.05	1.80	21.44	
Thai baht	25.1900	0.16	0.56	-0.51	
ECU	0.8595	0.69	2.72	8.59	
British pound	0.5584	0.43	3.35	2.14	
French franc	6.0983	0.73	3.19	10.23	
West German mark	1.7875	0.80	3.20	8.89	
Japanese yen	125.8000	0.88	3.50	-1.79	
South Korean won	684.9000	0.01	-0.45	-13.94	
New Taiwan dollar	28.1900	0.18	0.32	-2.32	

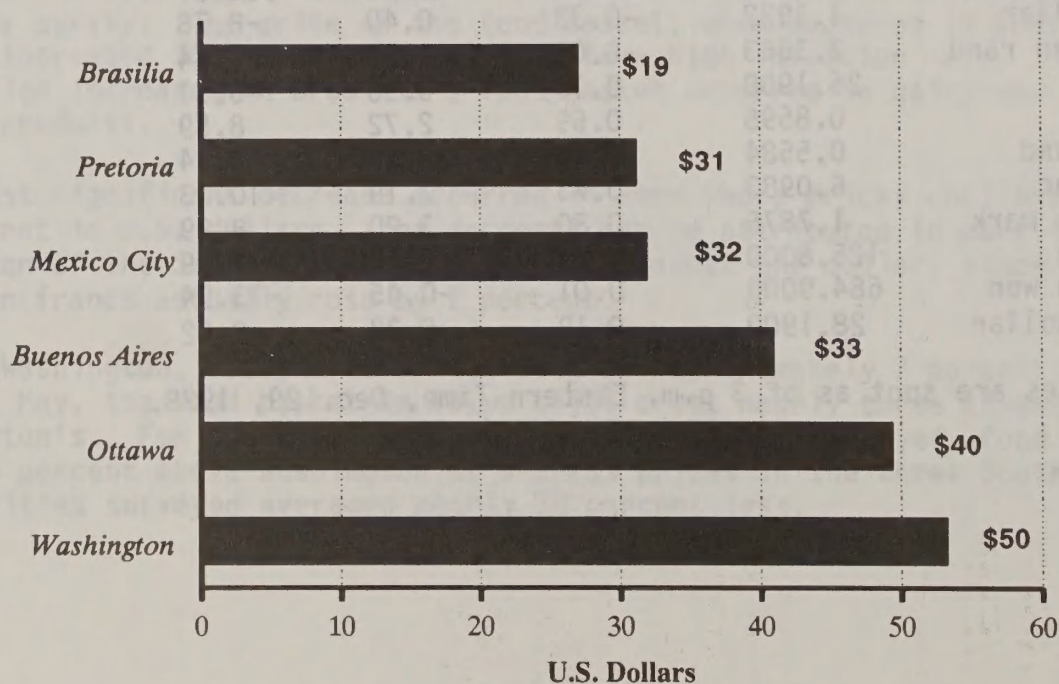
Exchange rates are spot as of 3 p.m. Eastern Time, Dec. 29, 1988.

Retail Prices of Selected Food Basket for Major World Capitals

Most Expensive Capitals



Least Expensive Capitals



WORLD FOOD PRICE COMPARISONS **CURRENT PRICES IN U.S. DOLLARS /1** **NOVEMBER 1988**

	Unit of Measure	Bern/ 2	Bonn	Brasilia	Buenos			London	Madrid	Mexico City
					Aires	Canberra				
Steak, sirloin, boneless	KG	32.21	11.02	2.75	4.77	9.07		14.76	12.16	5.75
Roast, pork, boneless	KG	11.21	5.25	5.42	4.61	4.17		6.02	8.74	5.67
Broilers, whole	KG	3.85	2.40	1.51	2.31	3.73		3.03	3.26	2.05
Eggs, large	DZ	3.88	1.02	0.66	1.27	1.94		1.96	1.73	0.79
Butter	KG	11.35	4.52	3.23	4.57	3.38		4.09	9.21	2.58
Cheese, Cheddar/Emmenthaler	KG	11.92	8.08	6.14	7.16	5.61		5.98	11.17	6.87
Milk, whole	LTR	1.11	0.63	0.39	0.53	0.65		0.76	0.84	0.31
Oil, cooking	LTR	3.02	0.90	0.54	2.70	1.82		1.49	1.89	0.96
Potatoes	KG	0.64	0.40	0.29	0.40	0.94		0.48	0.34	0.98
Apples	KG	1.98	1.30	1.55	1.43	1.82		1.56	1.15	1.20
Oranges	KG	1.46	1.64	0.44	1.27	1.27		2.30	0.97	0.30
Flour	KG	1.26	0.54	0.51	0.73	1.01		0.64	0.68	0.34
Rice	KG	2.60	2.09	0.55	1.19	0.95		1.58	1.62	0.41
Sugar	KG	0.86	1.07	0.44	1.03	0.75		0.96	1.04	0.32
Coffee	KG	9.28	10.73	2.66	7.00	12.66		10.04	4.83	3.43
Total November 1988		\$96.62	\$51.59	\$27.08	\$40.99	\$49.77		\$55.63	\$59.64	\$31.94
% change from May 1988 (U.S. \$)		-11%	-3%	43%	29%	25%		-1%	1%	6%
% change from May 1988 (Local) / 3		2%	2%	366%	147%	13%		4%	7%	6%
% diff. from Washington prices		81%	-3%	-49%	-23%	-7%		4%	12%	-40%
Average Weekly Income /4		\$495	\$376	\$22	\$37	\$309		\$280	\$149	\$38

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WORLD FOOD PRICE COMPARISONS -- CONTINUED

CURRENT PRICES IN U.S. DOLLARS /1

NOVEMBER 1988

	Unit of Measure	Ottawa /5	Paris	Pretoria	Rome	Seoul	Stockholm	Washington	
								Tokyo	D.C.
Steak, sirloin, boneless	KG	9.01	12.55	5.60	12.21	14.81	24.28	57.06	10.71
Roast, pork, boneless	KG	5.38	7.57	2.84	8.40	4.42	22.99	13.70	8.09
Broilers, whole	KG	2.74	4.91	1.90	3.78	2.93	6.16	6.40	1.87
Eggs, large	DZ	0.89	1.77	0.72	1.85	1.37	2.73	1.78	0.96
Butter	KG	4.13	4.61	2.11	5.77	6.44	6.43	12.18	5.31
Cheese, Cheddar/Emmenthaler	KG	9.12	6.72	3.47	9.07	11.69	9.28	9.23	7.76
Milk, whole	LTR	1.08	0.78	0.47	0.92	1.01	0.84	1.52	0.65
Oil, cooking	LTR	1.90	1.81	1.27	0.96	1.75	7.91	2.12	2.71
Potatoes	KG	0.43	0.76	0.53	0.53	0.91	0.70	2.66	0.77
Apples	KG	1.97	1.46	1.11	1.53	2.48	2.26	2.21	2.82
Oranges	KG	1.79	1.63	0.46	1.53	1.35	1.96	2.92	1.17
Flour	KG	0.98	0.97	0.48	0.56	0.40	1.20	1.53	0.64
Rice	KG	1.91	2.43	0.89	1.68	1.59	2.62	3.02	1.34
Sugar	KG	0.37	1.13	0.50	1.03	0.86	1.17	1.96	0.99
Coffee	KG	7.71	7.80	8.83	8.82	11.25	9.39	25.80	7.45
Total November 1988		\$49.41	\$56.89	\$31.17	\$58.64	\$63.25	\$99.92	\$144.10	\$53.26
% change from May 1988 (U.S. \$)		1%	-3%	-6%	2%	9%	2%	3%	7%
% change from May 1988 (Local) /3		1%	3%	6%	7%	4%	7%	3%	7%
% diff. from Washington prices		-7%	7%	-41%	10%	19%	88%	171%	0%
Average Weekly Income /4		\$371	\$321	\$41	\$276	\$75	\$409	\$460	\$379

/1 Exchange rates used are those in effect when survey was conducted.

/2 Survey conducted in Sept., rice and orange prices may not be comparable with past surveys.

/3 Percent change in food basket price as measured in local currency.

/4 Weekly income is based on WEFA projections using nominal yearly GDP in current prices divided by population divided by 52 and converted to U.S. dollars.

/5 November orange price not available, indicated price based on May survey.

EXPORT ENHANCEMENT PROGRAM INITIATIVES

The status of USDA's Export Enhancement Program as of Dec. 30, 1988, was as follows in metric tons:

ANNOUNCED INITIATIVES	DATE ANNOUNCED	QUANTITY/RESULTS
102. Kenya wheat	May 6, '88	100,000
101. Central African Republic wheat flour	April 28, '88	40,000
100. Benin wheat flour	April 25, '88	50,000 Sold 10,400
99. West Africa frozen poultry (Benin, Cameroon, Cote d'Ivoire, Gabon, Ghana, Guinea, Liberia, Senegal, Sierra Leone, Togo)	April 18, '88	5,000 Sold 20
98. German Dem. Rep. wheat	April 14, '88	130,000
97. India wheat	April 13, '88	1,200,000 COMPLETE
	July 13, '88	800,000 COMPLETE
	Oct. 25, '88	1,000,000
96. Peru barley malt	March 31, '88	20,000
95. Cameroon barley malt	March 25, '88	20,000
94. Burundi wheat	Feb. 8, '88	10,000
93. Central American countries barley malt (Costa Rica, El Salvador, Guatemala, Honduras)	Jan. 27, '88	40,000 Sold 2,000
92. Turkey vegetable oil	Jan. 6, '88	80,000 COMPLETE
91. Algeria barley malt	Dec. 30, '87	10,000 Sold 3,300
90. Iraq barley malt	Dec. 23, '87	5,000
89. Burundi barley malt	Dec. 16, '87	15,000
88. Lebanon wheat	Dec. 11, '87	150,000
87. Finland wheat	Dec. 9, '87	50,000 COMPLETE
	Jan. 21, '88	50,000 COMPLETE
	March 4, '88	150,000 Sold 26,000
86. Mexico wheat	Dec. 2, '87	200,000 COMPLETE
	March 3, '88	600,000 COMPLETE (600,375)
	Sept. 27, '88	300,000
	Oct. 11, '88	300,000
85. Zaire frozen poultry	Nov. 30, '87	7,000
84. China dairy cattle	Nov. 18, '87	3,000 head Sold 185
	April 29, '88	Balance withdrawn
83. Bulgaria barley	Nov. 17, '87	150,000 COMPLETE
82. Bulgaria wheat	Nov. 17, '87	150,000 COMPLETE
	Jan. 4, '88	200,000
81. Gulf countries frozen poultry (Bahrain, Kuwait, Oman, Qatar, United Arab Emirates)	Nov. 3, '87	16,000 Sold 4,022

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EXPORT ENHANCEMENT PROGRAM INITIATIVES (CONT)

80.	Saudi Arabia frozen poultry	Nov. 3, '87	20,000	Sold 500
79.	Hungary barley	Oct. 30, '87	100,000	
78.	Algeria vegetable oil	Oct. 22, '87	60,000	COMPLETE
		April 8, '88	60,000	Sold 10,000
77.	Morocco vegetable oil	Oct. 13, '87	60,000	Sold 27,000
76.	Tunisia vegetable oil	Sept. 24, '87	60,000	COMPLETE
75.	Singapore frozen poultry	Sept. 24, '87	2,000	Sold 182.3
74.	Near East table eggs (Bahrain, Kuwait, Oman, Qatar, United Arab Emirates, Yemen)	Aug. 27, '87	50 million eggs	COMPLETE
		April 15, '88	60 million eggs	Sold 41.8 million eggs
73.	Saudi Arabia dairy cattle	Aug. 27, '87	2,000 head	Sold 1,870 head
		April 29, '88		Balance withdrawn
72.	Iraq barley	Aug. 10, '87	150,000	COMPLETE
		Dec. 28, '87	100,000	COMPLETE
71.	Brazil wheat	July 30, '87	300,000	Sold 66,000
70.	Colombia wheat	July 30, '87	300,000	COMPLETE
		Oct. 27, '88	400,000	
69.	Israel wheat	May 29, '87	200,000	
		April 18, '88		Withdrawn
68.	Bangladesh wheat	May 22, '87	100,000	COMPLETE
		July 8, '87	50,000	COMPLETE
		Aug. 12, '87	150,000	COMPLETE
		Sept. 10, '87	300,000	Sold 194,000
		Oct. 31, '88	300,000	
67.	Soviet Union wheat	April 30, '87	4,000,000	COMPLETE
		Oct. 15, '87	65,000	COMPLETE
		Nov. 9, '87	2,400,000	COMPLETE
		Nov. 27, '87	2,350,000	COMPLETE
		Jan. 29, '88	2,000,000	COMPLETE
		March 18, '88	1,000,000	COMPLETE
		April 4, '88	1,000,000	Sold 989,800
		Dec 23, '88	2,000,000	Sold 420,000
66.	Turkey rice	April 3, '87	70,000	COMPLETE
		Nov. 8, '88	10,000	COMPLETE
		Dec. 6, '88	30,000	
65.	Colombia barley malt	April 3, '87	15,000	COMPLETE
64.	Iraq table eggs	Feb. 20, '87	189 million eggs	Sold 178 million
		April 22, '88	96 million eggs	
63.	Canary Islands poultry	Feb. 9, '87	5,000	COMPLETE
		May 10, '88	1,000	COMPLETE
		Sept. 22, '88	2,000	Sold 1,000
62.	Nigeria wheat	Jan. 28, '87	500,000	

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EXPORT ENHANCEMENT PROGRAM INITIATIVES (CONT)

61. China wheat	Jan. 26, '87	1,000,000	COMPLETE
	Aug. 18, '87	1,000,000	COMPLETE
	Nov. 17, '87	1,000,000	COMPLETE
	Dec. 11, '87	1,000,000	COMPLETE
	Feb. 5, '88	1,200,000	COMPLETE
	April 5, '88	2,000,000	COMPLETE
	Aug. 18, '88	2,000,000	Sold 1,990,000
	Dec. 7, '88	1,000,000	COMPLETE
60. Iraq wheat	Jan. 16, '87	800,000	COMPLETE
	Oct. 26, '87	1,000,000	Sold 972,000
59. Switzerland barley or sorghum	Jan. 16, '87	250,000	Sold 9,000
58. Poland wheat	Jan. 7, '87	500,000	COMPLETE
	July 2, '87	500,000	COMPLETE
	Dec. 1, '87	1,000,000	Sold 975,000
	March 22, '88	500,000	
57. Poland barley or sorghum	Dec. 31, '86	200,000	COMPLETE
	Dec. 14, '87	500,000	Sold 295,000
56. Romania wheat	Dec. 23, '86	250,000	
55. Iraq poultry	Dec. 22, '86	60,000	COMPLETE
	Oct. 2, '87	10,000	Sold 5,000
	Nov. 25, '87	30,000	
54. Dominican Republic table eggs	Dec. 9, '86	25 million eggs	Sold 11.1 million eggs
53. Zanzibar wheat flour	Dec. 9, '86	20,000	Sold 6,000
52. Tunisia barley	Dec. 1, '86	150,000	COMPLETE
	March 23, '88	350,000	Sold 23,700
51. Gulf countries (Bahrain, Kuwait, Oman, Qatar, United Arab Emirates) dairy cattle	Oct. 30, '86	1,500 head	COMPLETE
	Aug. 27, '87	1,500 head	Sold 24 head
	April 29, '88		Balance withdrawn
50. West Africa (Benin, Burkina Faso, Cameroon, Cote d'Ivoire, Ghana, Gabon, Liberia, Niger, Togo) wheat	Oct. 30, '86	345,000	Sold 306,800
	June 15, '87	185,000	
	Feb. 4, '88	50,000	
49. Dominican Republic poultry	Oct. 29, '86	1,500	COMPLETE
	Jan. 12, '88	2,000	
48. Philippines barley malt	Oct. 20, '86	60,000	Sold 46,000
47. Cameroon wheat flour	Oct. 14, '86	20,000	COMPLETE
	May 26, '88	35,000	COMPLETE
46. Romania barley	Sept. 24, '86	200,000	Sold 125,000
45. Venezuela barley malt	Sept. 4, '86	100,000	
44. Cyprus barley	Aug. 26, '86	150,000	Sold 130,000
43. Canary Islands wheat	Aug. 8, '86	100,000	Sold 15,300
42. Egypt semolina	Aug. 6, '86	30,000	Sold 23,000
	Sept. 29, 1987		Balance withdrawn
41. Soviet Union wheat	Aug. 1, '86	4,000,000	EXPIRED

EXPORT ENHANCEMENT PROGRAM INITIATIVES (CONT)

40. Canary Is. dairy cattle	July 28, '86 April 29, '88	3,000 head	Sold 2,985 Balance withdrawn
39. Hong Kong table eggs	July 28, '86 Nov. 16, '87 June 7, '88	44 million eggs 48 million eggs 48 million eggs	COMPLETE COMPLETE Sold 34.4 million COMPLETE
38. Senegal wheat	July 17, '86 Sept. 11, '87	100,000 110,000	COMPLETE
37. India vegetable oil	July 8, '86 Dec. 15, '87	25,000 300,000	COMPLETE Sold 120,000
36. Jordan barley	June 17, '86 Nov. 12, '86	60,000 100,000	COMPLETE
35. Israel barley	June 17, '86 Sept. 14, '87	200,000 200,000	COMPLETE COMPLETE (206,200)
34. Tunisia dairy cattle	April 27, '88 May 29, '86	200,000 4,000 head	Sold 30,000 COMPLETE
33. Algeria dairy cattle	May 29, '86	5,000 head	COMPLETE
32. Sri Lanka wheat	May 16, '86 March 5, '87 Aug. 20, '87 Nov. 15, '88	125,000 95,000 240,000 250,000	COMPLETE COMPLETE COMPLETE
31. Saudi Arabia barley	May 7, '86 Aug. 6, '86 Sept. 16, '86 Oct. 8, '86	500,000 250,000 300,000 200,000	COMPLETE COMPLETE COMPLETE COMPLETE (201,000)
	Jan. 5, '87 May 15, '87 Aug. 4, '87 April 18, '88 June 7, '88	1,250,000 500,000 500,000 250,000 300,000	COMPLETE COMPLETE COMPLETE COMPLETE Sold 275,500
30. Algeria barley	Apr. 17, '86	500,000	COMPLETE
	April 18, '88	200,000	Sold 198,000
29. Morocco dairy cattle	April 16, '86 Dec. 8, '87 April 29, '88 July 7, '88	4,000 head 7,500 head	COMPLETE Withdrawn
		5,000 head non-registered	
28. Turkey dairy cattle	April 16, '86 June 18, '86 Nov. 18, '87 April 29, '88 July 7, '88	5,000 head 5,000 head 10,000 head	COMPLETE COMPLETE Withdrawn
		5,000 head non-registered	COMPLETE

EXPORT ENHANCEMENT PROGRAM INITIATIVES (CONT)

27. Egypt dairy cattle	April 16, '86	6,000 head	COMPLETE
	Sept. 12, '86	10,000 head	Sold 3,681
	Oct. 19, '87		Withdrawn
26. Yemen poultry feed	April 14, '86	150,000	COMPLETE
	Dec. 1, '87	186,500	Sold 38,968
	Aug. 31, '88		Cancelled
25. Yugoslavia wheat	April 10, '86	200,000	COMPLETE
	June 24, '86	200,000	COMPLETE
	Oct. 7, '86	500,000	Sold 417,050
	Oct. 19, '87	500,000	
24. Indonesia dairy cattle	April 9, '86	7,500 head	COMPLETE
	June 18, '87	8,000 head	COMPLETE
	Oct. 5, '87	8,000 head	Sold 4,000
	April 29, '88		Balance withdrawn
23. Syria wheat	April 8, '86	700,000	CANCELED
22. Benin wheat (remaining 15,000 tons transferred to West Africa)	April 7, '86	45,000	COMPLETE
21. Algeria table eggs	April 4, '86	500 million	eggs
	Sept. 29, '87		Withdrawn
20. Iraq dairy cattle	April 4, '86	6,500 head	Sold 6,028
	April 29, '88		Balance withdrawn
19. Jordan wheat	March 19, '86	75,000	COMPLETE
	June 20, '86	75,000	COMPLETE
	Dec. 31, '86	225,000	COMPLETE
	March 2, '86	350,000	Sold 40,000
18. Tunisia wheat	March 18, '86	300,000	COMPLETE
	Aug. 22, '86	800,000	Sold 775,000
	Feb. 3, '88	725,000	
17. Algeria wheat flour	Feb. 25, '86	100,000	
	Sept. 29, '87		Withdrawn
16. Algeria semolina	Feb. 11, '86	250,000	Sold 30,000
	Oct. 9, '87	Allocation reduced	COMPLETE
	Oct. 9, '87	50,000	
15. Philippines wheat	Jan. 7, '86	150,000	COMPLETE (152,400)
	Aug. 10, '87	500,000	COMPLETE
	Feb. 11, '88	500,000	COMPLETE
	Sept. 14, '88	700,000	Sold 195,000
14. Zaire wheat	Dec. 27, '85	35,000	COMPLETE
	May 15, '86	45,000	COMPLETE
	Oct. 10, '86	40,000	COMPLETE
	July 16, '87	80,000	COMPLETE
	Feb. 4, '88	160,000	Sold 39,000
13. Nigeria barley malt	Dec. 10, '85	100,000	Sold 93,464
12. Iraq wheat flour	Dec. 9, '85	150,000	COMPLETE
	Jan. 7, '87	175,000	Sold 87,500

EXPORT ENHANCEMENT PROGRAM INITIATIVES (CONT)

11. Egypt poultry	Nov. 26, '85	8,000	COMPLETE
	March 21, '86	15,000	COMPLETE
	June 18, '86	5,000	COMPLETE
	July 8, '86	15,000	COMPLETE
	Dec. 19, '86	25,000	COMPLETE
	Feb. 27, '87	6,000	COMPLETE
	June 7, '88	5,000	
10. Zaire wheat flour	Nov. 18, '85	64,000	COMPLETE
	May 15, '86	30,000	COMPLETE
	April 20, '88	45,000	
9. Philippines wheat flour	Nov. 15, '85	100,000	Sold 50,000
	Sept. 29, '87		Balance withdrawn
8. Jordan rice	Nov. 8, '85	40,000	COMPLETE
	Jan. 13, '87	60,000	COMPLETE (61,150)
7. Turkey wheat	Oct. 16, '85	500,000	COMPLETE (506,600)
	May 8, '86	500,000	Sold 248,000
6. Morocco wheat	Sept. 30, '85	1,500,000	COMPLETE
	Dec. 9, '86	790,000	COMPLETE
	July 1, '87	500,000	COMPLETE
	Nov. 23, '87	1,500,000	Sold 1,390,000
	Dec 21, '88	1,000,000	
5. Yemen wheat	Sept. 6, '85	100,000	COMPLETE
	Jan. 26, '87	100,000	COMPLETE
	Oct. 22, '87	100,000	COMPLETE
	May 31, '88	100,000	Sold 50,000
4. Yemen wheat flour	Aug. 20, '85	50,000	COMPLETE
	April 14, '86	100,000	COMPLETE
	May 18, '87	100,000	COMPLETE
	Oct. 22, '87	100,000	Sold 16,040
3. Egypt wheat	July 26, '85	500,000	COMPLETE
	Oct. 30, '85	500,000	COMPLETE (512,500)
	June 24, '86	500,000	COMPLETE
	July 29, '86	52,000	COMPLETE
	Oct. 8, '86	1,000,000	COMPLETE
	July 8, '87	500,000	COMPLETE
	Nov. 30, '87	1,000,000	COMPLETE
	May 11, '88	1,000,000	Sold 880,750
	Dec 14, '88	300,000	Sold 290,000
	Dec 28, '88	300,000	
2. Egypt wheat flour	July 2, '85	600,000	COMPLETE
	Aug. 6, '86	600,000	Sold 598,500

-more-

EXPORT ENHANCEMENT PROGRAM INITIATIVES (CONT)

1. Algeria wheat (ex durum)	June 4, '85	1,000,000	COMPLETE
wheat (ex durum)	April 10, '86	1,000,000	COMPLETE
durum	Nov. 10, '86	300,000	COMPLETE
durum	March 16, '87	300,000	COMPLETE
durum	July 24, '87	300,000	COMPLETE
durum	Oct. 29, '87	300,000	COMPLETE
wheat (all)	Dec. 31, '87	1,000,000	COMPLETE
wheat (all)	Aug. 12, '88	1,000,000	Sold 425,000

EXPORT ENHANCEMENT PROGRAM SUMMARY

Announced as of Dec. 30, 1988

Announced to Date* 74,615,390 tons grains and products (grain equivalent)
 560 million table eggs
 240,500 tons frozen poultry
 74,773 head dairy cattle
 645,000 tons vegetable oil

Sold to Date 51,464,234 tons wheat
 2,633,903 tons flour (grain equivalent)
 6,258,354 tons barley
 72,610 tons semolina (grain equivalent)
 213,013 tons barley malt (grain equivalent)
 319,000 tons sorghum
 191,150 tons rice
 188,968 tons poultry feed
 391,000 tons vegetable oil
 152,342 tons frozen poultry
 69,773 head dairy cattle
 407,418,180 table eggs

Total Sales Value: \$6,696.5 million

Estimated Bonus Book Value: \$3,102.2 million

Market Value of Awards: \$2,326.8 million

*Does not include withdrawn programs.

-more-

Selected International Prices

Item	January 3, 1989	Change from a week ago	A year ago
ROTTERDAM PRICES 1/	\$ per MT	\$ per bu.	\$ per MT
Wheat:			
Canadian No. 1 CWRS-13.5%.10/	221.00	6.01	+1.00
U.S. No. 2 DNS/NS: 14%.10/	193.00	5.27	+4.50
U.S. No. 2 S.R.W.11/	NQ	ERR	ERR
No. 3 H.A.D.....10/	207.50	5.65	-0-
Canadian No. 1 A: Durum10/	218.00	5.93	-0-
Feed grains:			
U.S. No. 3 Yellow Corn.12/	142.50	3.62	+7.50
Soybeans and Meal:			
U.S. No. 2 Yellow.....11/	325.90	--	+15.40
Brazil 47/48% Soya Pellets13/	324.00	--	+21.00
U.S. 44% Soybean Meal..14/	294.00	--	+14.00
U.S. FARM PRICES 3/			
Wheat	147.69	4.02	+2.57
Barley.....	101.57	2.58	+17.52
Corn.....	90.02	1.96	-8.80
Sorghum.....	89.95	4.08 2/	+2.43
Broilers.....	1,309.75	--	26.89
EC IMPORT LEVIES			
Wheat 5/.....	150.33	4.09	-7.44
Barley.....	144.28	3.14	-3.49
Corn.....	146.47	4.72	-13.33
Sorghum.....	157.12	3.99	-11.67
Broilers 4/ 6/ 8/.....	--	--	--
EC INTERVENTION PRICES 7/ 9/			
Common wheat(feed quality)	206.53	5.62	+0.06
Bread wheat (min. quality)	217.12	5.91	-0.03
Maize.....	217.12	5.52	-0.03
Barley and all other feed grains, excluding maize.	206.53	--	+0.06
Broilers 4/ 6/.....	--	--	--
EC EXPORT RESTITUTIONS (subsidies)			
Wheat	79.08	2.15	-3.04
Barley.....	84.92	1.85	-6.13
Broilers 4/ 6/ 8/.....	--	--	--

1/ Asking prices in U.S. dollars for imported grain and soybeans, c.i.f., Rotterdam. 2/ Hundredweight (CWT). 3/ Five-day moving average. 4/ EC category--70 percent whole chicken. 5/ Reflects lower EC export subsidy--down to 20.00 ECU/100 bag effective 9/14/83 from 22.50 ECU/100 bag set in 2/83. 6/ F.o.b. price for R.T.C. broilers at West German border. 7/ Reference price. 8/ Reflects change in level set by EC. 9/ Changes may be due partly to exchange rate fluctuations and/or ECU payments. 10/ April/May delivery. 11/ January delivery. 12/ January/March delivery. 13/ December delivery. 14/ Spot FOB. N.A.=None authorized. N.Q.=Not quoted.

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